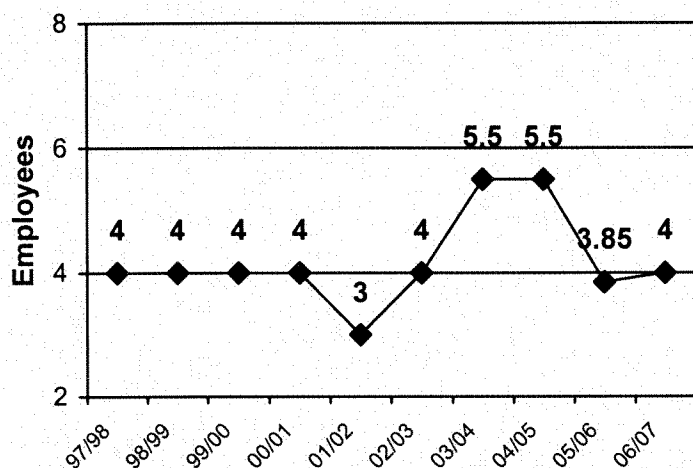


MISSION STATEMENT

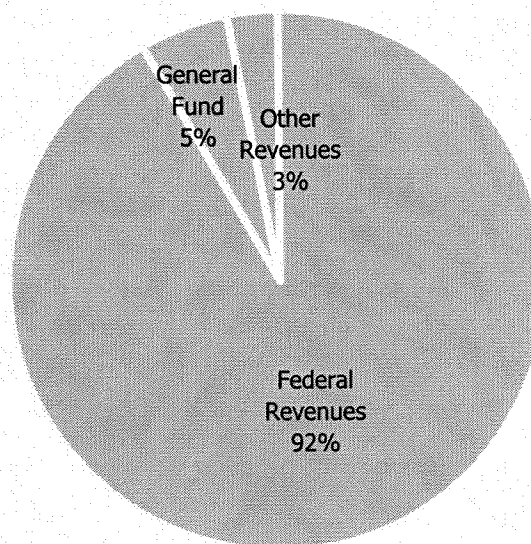
The mission of Community Development is to enhance the quality of life for San Luis Obispo County through programs to provide affordable housing, economic development opportunities, and public improvements to benefit the communities that we serve.

<u>Financial Summary</u>	<u>2005-06 Budget</u>	<u>2005-06 Projected</u>	<u>2006-07 Requested</u>	<u>2006-07 Recommended</u>	<u>Change from 2005-06</u>
Revenues	\$ 4,575,916	\$ 5,576,059	\$ 4,853,134	\$ 4,853,134	\$ 277,218
Fund Balance Available	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cancelled Reserves	0	0	0	0	0
Total Financing Sources	\$ 4,575,916	\$ 5,576,059	\$ 4,853,134	\$ 4,853,134	\$ 277,218
Salary and Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Services and Supplies	395,000	360,000	640,000	640,000	245,000
Other Charges	4,180,916	5,216,059	4,213,134	4,213,134	32,218
Fixed Assets	0	0	0	0	0
Gross Expenditures	\$ 4,575,916	\$ 5,576,059	\$ 4,853,134	\$ 4,853,134	\$ 277,218
Contingencies	0	0	0	0	0
New Reserves	0	0	0	0	0
Total Financing Requirements	\$ 4,575,916	\$ 5,576,059	\$ 4,853,134	\$ 4,853,134	\$ 277,218

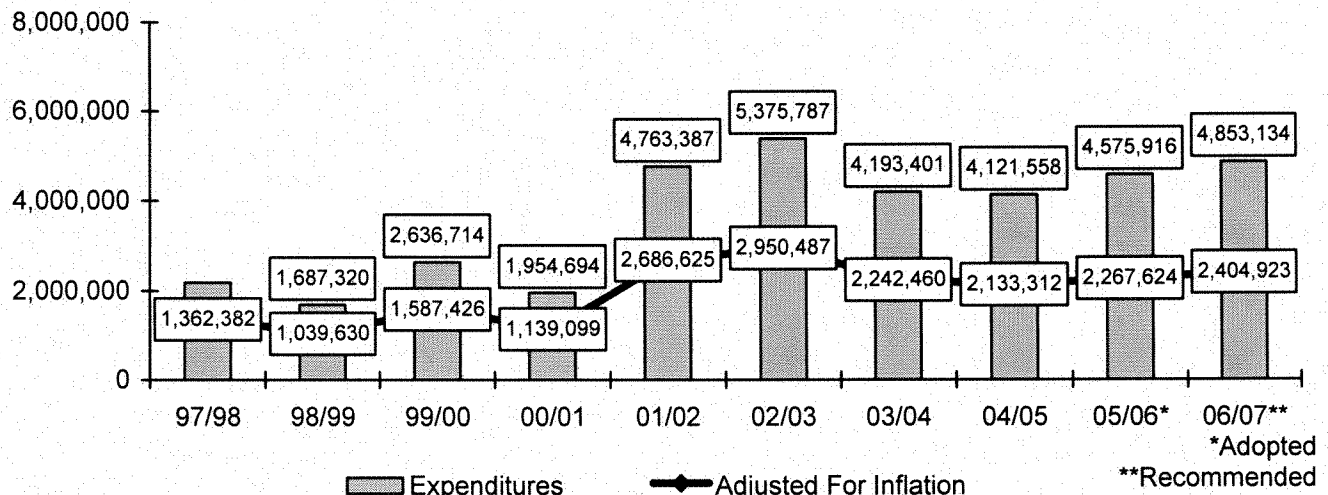
Number of Employees
(Full Time Equivalent)



Source of Funds



10 Year Expenditures Adjusted For Inflation



SERVICE PROGRAM

Note: Staffing for these programs are provided within Fund Center 142, the Planning and Building Department, and Fund Center 180, the Department of Social Services.

Federal Department of Housing and Urban Development (HUD) Funded Community Development Block Grants (CDBG)

Provides funding for a variety of community development activities provided they 1) benefit primarily lower-income persons, or 2) aid in the prevention of slums or blight.

Total Expenditures: \$2,194,593 Total Staffing (FTE): 2.2

Home Investment Partnership Act (HOME) Funds

Provides for a variety of affordable housing opportunities for lower-income households such as mortgage and rent assistance.

Total Expenditures: \$1,445,518 Total Staffing (FTE): 1.2

Federal Emergency Shelter Grants (ESG)

Provides funding for operations of one or more shelters, homeless day center, and domestic violence shelters.

Total Expenditures: \$91,799 Total Staffing (FTE): 0.2

American Dream Downpayment Initiative (ADDI) Funds

Provides for down payment assistance to lower-income households purchasing their first homes.

Total Expenditures: \$23,002 Total Staffing (FTE): 0.1

Supportive Housing Program (SNAP) Funds

Provides funding for transitional housing and case management services for homeless persons.

Total Expenditures: \$848,222 Total Staffing (FTE): 0.1

General Fund Support for Programs Benefiting the Homeless

Provides funding for emergency shelter and other services for homeless persons.

Total Expenditures: \$150,000 Total Staffing (FTE): 0.1

General Fund Support for the Economic Vitality Corporation (EVC)

Provides funding for economic development services provided through the nonprofit EVC.

Total Expenditures: \$100,000 Total Staffing (FTE): 0.1

DEPARTMENT COMMENTS

The primary function of the Community Development Cost Center is to obtain, administer and distribute Federal and State pass-through funding to assist local organizations with providing affordable housing, public services and economic development (including infrastructure improvements) throughout the County.

Examples of results achieved in the past year FY 05/06

- Facilitated completion of 191 affordable housing units in San Miguel, Paso Robles, Atascadero, Avila Beach and Nipomo.
- Distributed over \$5 million dollars in federal grant funds for affordable housing, public services and economic development programs to individuals, cities, unincorporated communities and local non-profit organizations. Uses included 33 affordable apartments in Avila Beach and homeless shelter programs countywide.
- Distributed \$100,000 to Economic Vitality Corporation to supplement various programs.

Major Focus for 06/07

- Facilitate the addition of 135 affordable housing units in the County.
- Distribute \$4.6 million in federal grant funds for affordable housing, public services and economic development programs to individuals, cities, unincorporated communities and local non-profit organizations. Uses will include improved infrastructures.
- Distribute \$100,000 in General Fund support to Economic Vitality Corporation.
- Distribute \$150,000 in General Fund support to various providers to augment their homeless shelter programs, including the Economic Opportunity Commission (for the Prado Day Center and the Maxine Lewis Homeless Shelter), the women's shelters in the north county and San Luis Obispo, the El Camino Housing Organization and the Homeless Housing Project.

COUNTY ADMINISTRATOR'S COMMENTS AND RECOMMENDATIONS

Recommended funding for the Community Development budget reflects a full accounting of Federal funds received and transferred to participating cities, in compliance with General Accounting Standards Board rules. In addition, \$100,000 in General Fund support is recommended for continued funding of the Economic Vitality Corporation. Finally, this is the first year in which \$150,000 in General Fund support for homeless services is integrated into this budget unit. Previously, this funding was reflected in the Planning and Building Department budget (Fund Center 142).

Overall, revenues and expenses are increasing by \$277,218 (or 6%), primarily due to the addition of the homeless services funding mentioned above and receipt of new grant funding in the amount of \$473,981 for the Supportive Housing Program (also known as SNAP). SNAP funding had previously been granted to the Housing Authority. The Housing Authority and the U.S. Department of Housing and Urban Development (HUD) asked the County to become the grantee for this program to improve the level of compliance with federal requirements and to provide for an open and fair process for selecting activities to be supported by these grants. In addition, \$150,000 in historical Community Development Block Grant (CDBG) and Home Investment Partnerships loan repayments have been made and will be available for redistribution in FY 2006-07. Allocations for other programs, including the Community Development Block Grant, and the Home Investment partnerships programs are expected to decline between 5-10% as compared to FY 2005-06.

The revenue and expenditure amounts reflected are for new grant funding only, and include:

- \$1,356,342 to be granted to participating cities, using a formula developed by HUD (reflecting a reduction of approximately \$153,000 compared to the FY 2005-06 Adopted budget),
- A total of \$2,856,792 to be available for distribution to various agencies that implement projects under this program (reflecting an increase of approximately \$185,000 compared to the FY 2005-06 Adopted budget), and
- \$390,000 to be allocated to Fund Center 142, Planning and Building -- \$50,000 for consultant costs to complete the Shandon Community Plan and the balance to pay staff costs associated with managing contracts and overseeing projects implemented in Community Development programs. This amount is \$95,000 more than the amount allocated in the FY 2005-06 Adopted budget, primarily due to the addition of consulting funds for the Shandon plan.